



GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

March 3, 2016

Clay Holman
A New Dig, Inc.
78 South Main Street
P. O. Box 122
Hinckley, Utah 84635

Subject: Reclamation Surety Required, A New Dig Inc., A New Dig Mine, S/027/0070, Millard County, Utah

Dear Mr. Holman:

The amendment to the referenced Notice of Intention to Commence Small Mining Operations (NOI), received by the Division of Oil, Gas and Mining on January 28, 2016, will be complete once reclamation earthwork is finished within the boundary identified on the operations map in the NOI. The Division has not inspected the site since January 21, 2016, due to significant snowfall that has reportedly delayed reclamation. Thank you for providing the amended NOI by January 30, 2016, as required by the conditions of the modified Cessation Order MC-2015-62-05.

In addition, the modified Cessation Order requires that you submit the additional reclamation surety by March 14, 2016. The total reclamation surety required for the amended NOI is \$11,000. The existing reclamation surety is \$2,500, and so an increase of \$8,500 is required. The total reclamation surety was determined based on information in the following table.

Small Mine Bond Calculation Worksheet (3-year Bond Adjustment Period)			
Item	Qty	Unit Cost	Total Cost
1st Acre Disturbance	1	\$8,000.00	\$8,000.00
Add'l Acres Disturbance	0	\$5,000.00	\$0.00
Regraded Acres (Revegetation)	3	\$1,000.00	\$3,000.00
Portal Closure	0	\$2,000.00	\$0.00
Additional Mob/de-mob	0	\$1,500.00	\$0.00
TOTAL			\$11,000.00

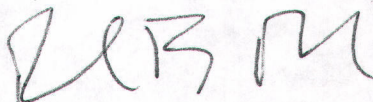
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No mining related disturbance may be created outside of the existing disturbance boundaries identified in the new NOI map until the surety is received and approved and you have received written acceptance from this office as well as other applicable agencies.

The reclamation surety can be submitted in one of several forms, including, an irrevocable letter of credit, a certificate of deposit, cash or a surety bond. Your existing surety is a certificate of deposit. Please contact Penny Berry at 801-538-5291 or by e mail at pennyberry@utah.gov for assistance in completing this requirement.

Thank you for your consistent communication with the Division in recent months. Please contact Peter Brinton at 801-538-5258 or me at 801-538-5261 if you have questions regarding this letter. In reply please refer to file number S/027/0070.

Sincerely,

A handwritten signature in dark ink, appearing to read 'PBB' followed by a stylized flourish.

Paul B. Baker
Minerals Program Manager

PBB: pnb: eb

cc: Jerry Mansfield, SITLA (ML-50378); jmansfield@utah.gov

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